

7638 RIVER ROAD PIKE
NASHVILLE, TN 37209

(615) 356-2880

FAX: (615) 356-7295

N REGULATORY AUTHORIT DOCKET ROOM

July 22, 2005

Mrs. Darlene Standley, Chief Utilities Division Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37243-0505

RE: Tennessee Wastewater Systems, Inc.'s Petition to Amend Certificate of Public Convenience and Necessity to provide Wastewater Utility Services (Docket No. 05-00162).

Dear Mrs. Standley.

Tennessee Wastewater Systems, Inc. provides the following information per your request dated July 15, 2005.

1. On a copy of the map provided with the Petition, please plot the actual wastewater collection area of the Clarkrange system and the actual area of the Highlands area system with the number of residential, commercial and industrial customers proposed to be served by each system.

The attached map shows the locations of the proposed treatment plants. The location of lines has not been determined at this time. The county will spend approximately \$550,000 running collection lines in the Clarkrange area. The amount of lines run in the Highlands area will depend on need for service and the ability to pay to extend the lines. Other areas within the proposed service territory needing service will be served by additional systems. At this point there are too many variables to do meaningful estimates on the type and number of customers.

2. Provide map and parcel numbers of each area that the two (2) wastewater systems propose to service, as well as the number of acres in each parcel.

Maps and parcels for a service area this large are far too numerous to list accurately,

3. Provide an estimate of the maximum capacity of each of the systems being installed.

While the capacity of both systems is subject to change, the current estimate of capacity for the Clarkrange system is 500,000 gallons per day and the Highlands system is 60,000 gallons per day.

4. Will Fentress County be the developer of both systems? If not, provide the name of the developer of each system.

Both systems will serve multiple areas and developments. The largest single customer for the Clarkrange system at this time is the County Industrial Park and the largest single customer for the Highlands system is the Highlands at Big South Fork subdivision.

5. Will the Highland system service area include the Big South Fork Nationar River and Recreation Area?

Not at this time. That area has been excluded from our proposed service territory.

6. A "Letter of Intent" from Fentress County or other developer of each system, indicating the intention to contract with TWS for the operation of the system and for TWS to have ownership of the system, once construction is complete.

Letters of need from the county and Allardt Land Company are attached.

7. Provide a breakdown of funding for each collection and treatment system including funding sources with any schedules or special conditions that this funding may require.

All funding for these systems will be done by those constructing the systems and collection lines. Much of the funding is being done privately and we do not have access to that information. Tennessee Wastewater, Inc. will not invest any capital in these systems.

8. Please provide a copy of the Highlands system Final TDEC Permit, SOP #04040.

A copy is on file at TDEC. We have requested it and it will be sent as soon as we receive it.

9. What area do the TDEC permits cover? Do the TDEC permits cover any area outside the Highland System Service Area or the Clarkrange System Area?

TDEC permits do not cover an area. They cover a particular collection treatment and disposal system. Any additional facility built would require an additional permit.

10. Please provide pre-filed sworn direct testimony describing and attesting to the financial, managerial and technical qualifications of Tennessee Wastewater Systems, Inc. to provide wastewater services in the petitioned territory.

(see attached)

11. Has Tennessee Wastewater applied to TDEC for permits to cover all of the Fentress Service Area?

TDEC does not issue permits for areas.

12. Has Tennessee Wastewater entered into a Franchise agreement with Fentress County or any city within Fentress County?

Tennessee Wastewater has not entered into a franchise agreement with Fentress County or any city within Fentress Co. Based on discussions we have had with the county mayor, Mr. John B. Mullinix, we believe that the county would grant a franchise for the proposed service area if we request it

13. Does Tennessee Wastewater have any facilities to serve outside of the Highland System Service Area or Clarkrange area?

Tennessee Wastewater does not have any existing facilities in Fentress County. At least two facilities will be constructed initially in the service area. Other facilities will be constructed as needed.

Charles Pickney, Jr.

President

BEFORE THE TENNESSEE REGULATORY AUTHORITY NASHVILLE, TENNESSEE

IN RE:)	
PETITION OF TENNESSEE WASTEWATER) SYSTEMS, INC. TO AMEND ITS) CERTIFICATE OF CONVENIENCE) AND NECESSITY)	
	FENTRESS SERVICE AREA
	PRE-FILED DIRECT TESTIMONY OF CHARLES PICKNEY, JR.
Q.	State your name for the record and your position with the Petitioner, Tennessee Wastewater Systems, Inc.
A.	Charles Pickney, Jr. I am the President of Tennessee Wastewater System, Inc.
Q.	What is the business of Tennessee Wastewater Systems, Inc. (the Company)?
A.	Providing affordable wastewater service in communities where it is presently unavailable.
Q.	When did the Company receive its first certificate from the Authority to operate a sewer system in Tennessee?
A.	April 4, 1994
Q.	How many certificates has the Company received from the Authority to provide sewer service across the State of Tennessee?
A.	Over 50
Q.	Does the company have the management, technical and financial ability to provide wastewater service in the area in Fentress County sought in this petition?
A.	Yes

1 2

1 How many homes will be served in this area? Q 2 3 4 It is expected that the two systems to be initially constructed will have the ability to serve A. approximately 1,500 homes, an industrial park and several commercial establishments. 5 Does this conclude your pre-filed testimony? Q. 7 8 A. Yes. 9 10

ALLARDT LAND COMPANY, INC.

1905 MICHIGAN AVENUE
P.O. BOX 69
ALLARDT, TN 38504
Phone (931) 879-8517
Fax (931) 879-7715
1-800-771-8940

E-Mail allardtland(a)twlakes.net
Web Page www.highlandsatbigsouthfork.com

July 22, 2005

Tennessee Wastewater Systems, Inc. Mr. Charles Pickney 7638 River Road Pike Nashville, TN 37209

RE: Highlands at Big South Fork Highway 154 Fentress County, Tennessee

Map 34 Parcel 1:03

Dear Mr. Pickney:

This letter is to serve as a formal request for Tennessee Wastewater Systems, Inc to provide service to the above referenced development in Fentress County, Tennessee. Adequate soils do not exist on this property for septic systems to accommodate the proposed development. Since the City of Jamestown and Fentress County do not provide sewer service to this area, we request that Tennessee Wastewater Systems, Inc provide this service.

Sincerely,

Ed Wiley V
Operations Manager

Allardt Land Company, Inc.



JOHN B. MULLINIX, COUNTY MAYOR

P.O. Box 1128 Jamestown, TN 38556 E-Mail: info@fentressco.com

931-879-7713 Fax 931-879-1579

May 26, 2005

Charles Pickney Tennessee Wastewater 7638 River Road Pike Nashville, Tennessee 37209

Dear Charles

Fentress County requires wastewater treatment in Clarkrange and the southern portion of Fentress County Also there is a need for service around the Big South Fork National River and Recreation Area. These growth areas are currently without service and the City of Jamestown has no plans to service either

We are requesting Tennessee Wastewater provide this service. The potential for growth in these areas will stimulate investment in Fentress County and allow both residential and commercial development.

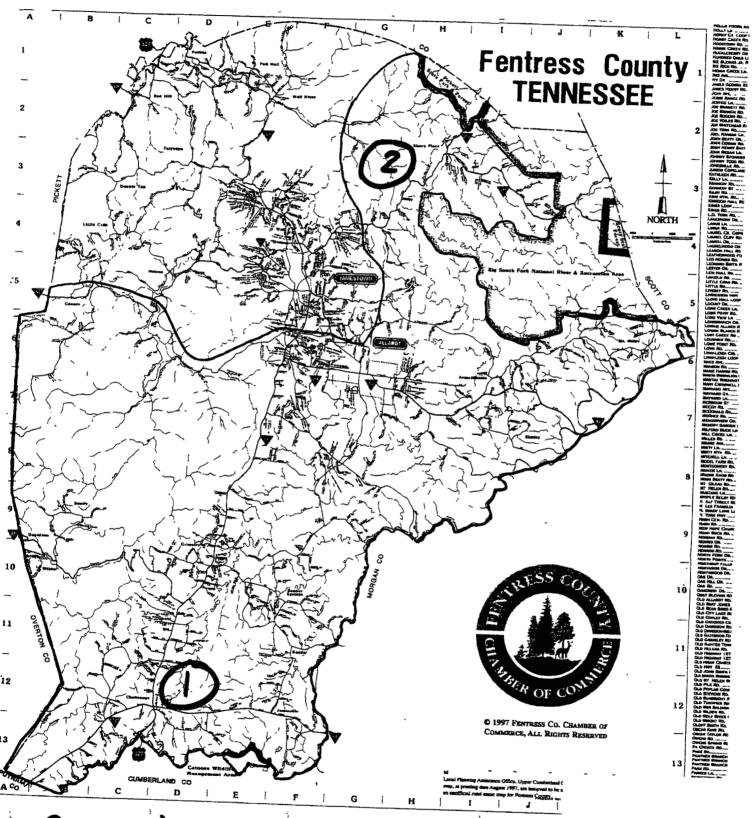
We look forward to working with you on this project

Aircrarch/

John B Mullinix County Executive

County Exect

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Highlands